

THE STATE OF NEW HAMPSHIRE

MERRIMACK, SS.

SUPERIOR COURT

)
)
IN THE MATTER OF THE WINDING DOWN OF:)

)
THE NEW HAMPSHIRE MEDICAL MALPRACTICE)
JOINT UNDERWRITING ASSOCIATION)
)
_____)

No. 217-2015-CV-00347

RECEIVER'S MONTHLY STATUS REPORT FOR AUGUST 2018

John R. Elias, Insurance Commissioner of the State of New Hampshire

("Commissioner"), as Receiver ("Receiver") of the New Hampshire Medical Malpractice Joint Underwriting Association ("NHMMJUA"), submits this monthly report as of August 24, 2018 in accordance with paragraph 11 of the Order of Rehabilitation for the NHMMJUA ("Rehabilitation Order"). The upcoming Stabilization Reserve Fund return is addressed in paragraphs 10-16.

1. Following the Rehabilitation Order dated July 22, 2015 issued on July 24, 2015, the Receiver engaged Peter A. Bengelsdorf as Special Deputy Commissioner and took control of the NHMMJUA and its assets. The Receiver continues to work with the vendors that worked with the NHMMJUA, including The Hays Group, Inc. ("Hays"), the company that administered the NHMMJUA business; Deutsche Investment Management Americas Inc., now DWS Investment Management Americas ("DWS"), the NHMMJUA's investment advisors; and Leone, McDonnell & Roberts ("Leone"), the NHMMJUA's accountants and auditors. The Receiver moved the NHMMJUA custodial accounts, managed by DWS, to Citizens Bank, NA effective May 31, 2018. The transfer of assets was completed on June 8, 2018.

2. RSA 404-C:16 directs the Receiver to wind down the business of the NHMMJUA seeking to facilitate the payment of all policyholder coverage obligations in full and in the normal course of business. The Receiver has continued the operations of the NHMMJUA, subject to the provisions of 2015 Laws 263 and to the limited extent they remain after the Assumption Agreement with The Medical Protective Company (“MedPro”), with Hays continuing to provide requested administration services and DWS continuing to invest the NHMMJUA’s assets. Both are operating subject to letters of delegation that set certain limitations on their authority. Given the reduced administration responsibilities, Hays is now being compensated on an hourly basis.

3. As reported in the Receiver’s Monthly Status Report for August 2016, MedPro assumed the NHMMJUA Obligations as of August 25, 2016, when the Assumption Agreement transaction closed. Since that time claims and policyholder service are being handled and addressed in the normal course of business by MedPro without involvement of the Receiver. In Section 8.1 of the Assumption Agreement, the Receiver agreed to indemnify MedPro for any breach of the Receiver’s representations and for claims asserted against MedPro arising from the Excluded Claims. The Assumption Agreement provided that the indemnities will terminate on the first anniversary of the closing (which was on August 25, 2016). The one-year indemnity period has passed without any claims for indemnity being asserted by MedPro.

4. DWS is investing the NHMMJUA’s assets that remain after the payment to MedPro in accordance with the revised investment guidelines approved October 1, 2015. The Receiver reviews the NHMMJUA’s investments with DWS on an ongoing basis. As described in paragraph 13 below, the Receiver is liquidating non-Treasury positions and moving the portfolio into short-term T-bills. As of July 31, 2018, fixed income securities, cash and cash

equivalents total \$91,385,343 with 96.45% of the portfolio investments (including cash and cash equivalents) maturing within one year. Net assets (after deduction of the Stabilization Reserve Fund, the Hardship Fund and incurred but unpaid expenses) total \$86,117,590 at July 31, 2018.

5. The Receiver worked with Leone to prepare final tax filings for the NHMMJUA based on the September 30, 2016 financial statements. The Receiver filed the final federal and state returns on February 21, 2017. The Receiver also filed a federal Form 4810 “Request for Prompt Assessment” to trigger an 18-month period for the United States Internal Revenue Service (“IRS”) to act on open tax years and made a similar request for action to the New Hampshire Department of Revenue Administration (“DRA”). On May 26, 2017, the IRS notified the Receiver that the closing date for the tax year 2013 will be September 23, 2017, and the closing date for the 2014 and 2015 tax years and the 2016 stub year will be September 2, 2018. The Receiver has not received any IRS tax due notices for the 2013 tax year, so that year is now closed as the closure date has passed.

6. As to past state tax years, on August 15, 2016, the DRA requested certain information with respect to the NHMMJUA’s 2013 state tax return. After the Receiver provided information and discussions, the Receiver and the DRA executed an Audit Agreement resolving all state tax issues for open tax years in September 2017, and the Receiver received a refund payment of \$400,000 in October, 2017.

7. The Receiver has been considering issues regarding potential distribution of part of the NHMMJUA assets pursuant to RSA 404-C:17 and discussing them with counsel for certain NHMMJUA policyholders. On February 21, 2017, the Receiver filed a Motion for Approval of Interim Distribution, Interpleader and Related Discharge Pursuant to RSA 404-C:17. A hearing on that motion was held on March 31, 2017 concurrently with a status

conference in Docket Nos. 217-2010-CV00294 and 217-2010-CV-00414. On April 3, 2017, the Court issued an order deferring action on the motion. On May 2, 2017, the Court issued an order directing the plaintiffs in No. 271-2010-CV-00414 to prepare an Interlocutory Transfer of Ruling, and the Court ultimately signed a Rule 9 statement on July 18, 2017. The New Hampshire Supreme Court accepted the interlocutory appeal on August 10, 2017, and it issued its order addressing the certified questions and remanding the matter on March 13, 2018. In light of the passage of time, the Receiver filed an Amended Motion for Approval of Interim Distribution, Interpleader and Related Discharge Pursuant to RSA 404-C:17 on May 8, 2018. The Lead Plaintiffs in 217-2010-CV-00414 filed a Renewed Assent to and Joinder in the Receiver's Amended Motion. The Court held a status conference on June 4, 2018 to discuss certain issues. During the conference, the Court directed counsel to file proposed orders concerning notice to the class in the 271-2010-CV-00414 action and the transfer of funds from the Receivership to that action. The proposed orders were filed on August 10, 2018.

8. During February 2018, the Receiver received an application for hardship grant pursuant to RSA 404-C:16, III. The Receiver presented a recommendation to the Court regarding the application on February 23, 2018. The Court approved the recommendation by order issued March 12, 2018, and the hardship grant was paid in March.

9. The Receiver has worked with Hays to prepare monthly financial statements for reporting to the Court on a modified cash basis. The July 31, 2018 financial statements, which reflect assets after the payment to MedPro in connection with the Assumption Agreement, are attached as Exhibit A. The statements reflect \$91,385,343 of liquid assets (cash and bonds at cost) under the Receiver's control as of July 31, 2018. They also reflect net investment income and other receipts totaling \$479,781 and operating disbursements totaling \$54,872 during July

2018. The legal fees were \$16,103 for the Receiver's counsel Rackemann, Sawyer & Brewster P.C. Net assets (after deduction of the Stabilization Reserve Fund, the Hardship Fund, and incurred but unpaid expenses) total \$86,117,590 at July 31, 2018.

10. As noted in past reports, the Receiver concluded, based upon the regulations in effect when the surcharges that funded the Stabilization Reserve Fund Trust ("SRF") were collected and subsequently, that the NHMMJUA is obligated to return the funds remaining in the SRF to providers that paid surcharges. The Receiver accordingly established a liability for the amounts remaining in the SRF on the NHMMJUA balance sheet. On March 16, 2018, the Receiver filed a Motion for Approval of Return of Stabilization Reserve Fund Excess to Health Care Providers with the Court. The Court granted the motion and issued an Order Approving Return of Stabilization Reserve Fund Excess to Health Care Providers on March 30, 2018.

11. The Receiver provided notice in accordance with the Order Approving Return of Stabilization Reserve Fund Excess to Health Care Providers. On April 17, 2018, the Receiver had (a) the Notice of Return of Stabilization Reserve Fund Excess to Health Care Providers and Request for Confirmation of Addresses (Exhibit F to the SRF Motion), (b) the Health Care Provider Address Confirmation form (Exhibit G to the SRF Motion), and (c) the SRF Return Provider List posted to the New Hampshire Insurance Department website at https://www.nh.gov/insurance/legal/nhid_nhmmjua_recvrshp.htm. The Receiver arranged for the mailing of letters in the form attached as Exhibit E to the SRF Motion to health care providers at the addresses on the NHMMJUA's records. That mailing was made between April 25 and 30, 2018. The Receiver arranged to have the notice attached as Exhibit F to the SRF Motion published in the Concord Monitor and the Union Leader on April 22 and 29, 2018. The Receiver provided the notice attached as Exhibit F to the SRF Motion to the New Hampshire

Medical Society and the New Hampshire Hospital Association on April 20, 2018. The Receiver is responding to provider questions and receiving address confirmation forms on an ongoing basis. The deadline was July 26, 2018, but providers may continue to file forms.

12. As of August 17, 2018, the Receiver had mailed a total of 4,102 notices (including multiple notices to the same provider at different addresses) and received 1,463 responses and 1,177 notices returned as undeliverable. (The undeliverable count has decreased from the 1,270 originally reported because responses have been received with respect to certain of the providers.) A number of the responses asserted rights to more than one provider's return. For instance, a partnership or association or other entity may file a confirmation form asserting the right to the SRF returns for its partners or employees because it paid the SRF surcharges on a policy that covered them. Where the individual providers have not themselves filed any response, the Receiver will make the SRF returns to the entity.

13. However, in a number of cases, there have been apparently conflicting assertions of right to a particular SRF return. For instance, an entity and an individual provider may file responses asserting a right to the same SRF return. In these cases, the Receiver has sent letters to all the persons advising them of the apparently conflicting claims and requesting that they consult with each other and advise the Receiver as to who should receive the return (or how it should be allocated among them). As of August 22, 2018, there are 34 such inquiries still outstanding.

14. In accordance with paragraphs 1 and 7 of the Order Approving Return of Stabilization Reserve Fund Excess to Health Care Providers, the Receiver is calculating proportional return amounts based on the \$3,263,425 remaining in the SRF as of June 30, 2018 (the month end preceding the 120th day after receipt of the order) and the \$20,563,393 total of

identifiable SRF surcharge payments. Dividing \$3,263,425 by \$20,563,393 results in an SRF return percentage of 15.87%. The SRF return checks will thus be for 15.87% of the surcharges identified for the providers.

15. Paragraphs 7 of the Order Approving Return of Stabilization Reserve Fund Excess to Health Care Providers requires the Receiver to mail checks for provider's proportional return amounts to providers who have provided address confirmation forms within 180 days of receipt of the order, that is, September 26, 2018. Based on the confirmation forms and the responses to inquiry letters received as of August 22, 2018, the Receiver is preparing to issue SRF return checks to 1,021 providers that total \$1,608,851. The Receiver is presently printing the checks and preparing the mailing. The checks are expected to be mailed on or about September 14, 2018.

16. The Receiver will issue additional SRF return checks later in 2018 as responses to inquiry letters and additional confirmation forms are submitted.

17. A summary of the NHMMJUA's holdings in bonds and short-term investments as of July 31, 2018 is attached as Exhibit B, and a report listing the individual holdings of the NHMMJUA as of that date is attached as Exhibit C. The NHMMJUA historically segmented its portfolio into two segments, one related to exposures for the period 1975-85 referred to as the "Stabilization Reserve Fund" and the main portfolio for the period 1986 to present denominated "Fixed" or "JUA". These exhibits include both segments. Exhibit C also includes cash in money market accounts under DWS's control. The book (tax cost) value of the NHMMJUA's bonds and short-term investments managed by DWS at July 31, 2018 was approximately \$79.3 million compared to their market value of approximately \$79.2 million. This represents an unrealized loss (market value less than book value) of approximately \$0.1 million. (The book

and market values at the end of July are less than those at the end of June because the Receiver held significantly more cash at July 31, 2018.) The current portfolio is generating income that annualized would be approximately \$1.6 million of net investment income.

18. In light of the order approving return of SRF amounts and the motion for approval of an interim distribution, the Receiver has instructed DWS (1) to liquidate all non-Treasury positions in the SRF investment account and to invest the SRF funds in short-term T-bills or overnight cash so that the account will be liquid and available to fund SRF returns, and (2) to liquidate opportunistically all non-Treasury positions in the general investment account and to invest those funds in short-term T-bills so that the account will be available for an interim distribution. As of August 31, 2018, the Receiver expects to have sold almost all of the non-Treasury positions. This focus on short term investments will cause reductions in yields on reinvested assets, impacting future investment income.

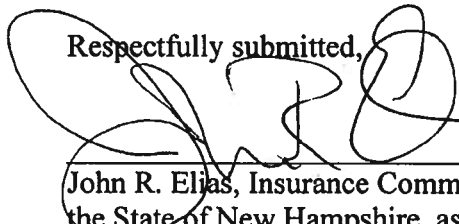
19. The average credit rating for the DWS-managed portfolio holdings as of July 31, 2018 was Aaa by Moody's. As of August 24, 2018, the Receiver and DWS believe that all securities in the portfolio will pay full amounts of principal in spite of fluctuating market values.

20. Market values of the portfolio can fluctuate widely as credit spreads change and rates increase. Bond yields have increased because of expectations for economic growth and additional inflation and bond market uncertainty about the Federal Reserve's unwinding of its \$4.5 trillion balance sheet. The Federal Reserve increased rates in June 2018 and has indicated it may raise rates further in 2018, although the timing and magnitude of such increases is not yet known. Consistent with the revised investment guidelines and the instructions referred to above, the Receiver and DWS continue to focus on (a) preservation of capital on investments,

(b) maintaining a high quality portfolio, and (c) consistent with objectives (a) and (b), maximizing current income.

August 30, 2018

Respectfully submitted,



John R. Elias, Insurance Commissioner of
the State of New Hampshire, as Receiver of
the New Hampshire Medical Malpractice
Joint Underwriting Association

Certificate of Service

I hereby certify that a copy of the foregoing Receiver's Monthly Status Report for August 2018, was sent this 31st day of August, 2018, by first class mail, postage prepaid to all persons on the attached service list.



Eric A. Smith
NH Bar ID No. 16952

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No. 217-2015-CV-00347

SERVICE LIST

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New Hampshire Medical Malpractice Joint Underwriting Association In Receivership

Statements of Net Assets
(Modified Cash Basis - Note 1))
(Unaudited)

	July 31 2018	December 31, 2017
Assets		
Fixed-income securities and cash and cash equivalents, at cost:		
Fixed-income securities (Note 2 & 4)	\$ 76,341,325	\$ 47,147,277
Stabilization Reserve Fund Trust securities (Note 2 & 4)	3,000,529	1,009,777
Cash and cash equivalents	11,780,751	39,610,200
Stabilization Reserve Fund Trust cash and cash equivalents (Note 4)	<u>262,739</u>	<u>2,229,918</u>
Total fixed-income and cash and cash equivalents, at cost	\$ 91,385,343	\$ 89,997,172
Interest income due and accrued	81,800	336,090
Stabilization Reserve Fund Trust interest income due and accrued (Note 4)	<u>444</u>	<u>4,292</u>
Total Assets	\$ 91,467,587	\$ 90,337,554
Liabilities		
Incurred but unpaid administrative expenses and investment expenses (Note 3)	110,167	8,292
Stabilization Reserve Fund Trust for Pre 1986 Policies (Note 4)	3,263,712	-
Hardship Fund (Note 5)	<u>1,976,118</u>	<u>1,984,745</u>
Total Liabilities	\$ 5,349,997	\$ 1,993,037
Net Assets	\$ 86,117,590	\$ 88,344,517

See accompanying notes.

New Hampshire Medical Malpractice Joint Underwriting Association In Receivership

Statements of Receipts and Disbursements, and
Changes in Cash, Bonds, Short-Term Investments and Cash Equivalents
(Modified Cash Basis - Note 1))
(Unaudited)

	YTD 2018	Month of July 2018	January 1, 2017 To December 31, 2017
Cash and marketable securities received:			
Net investment income	\$ 1,565,477	\$ 294,290	\$ 2,187,084
Realized capital gains on sale of fixed-income securities (Note 1)	185,522	185,492	107,080
Income tax refund	-	-	400,000
All other	-	-	750
Total cash receipts	\$ 1,750,999	\$ 479,781	\$ 2,694,914
Cash operating disbursements:			
Hays Services (Note 3)	64,646	14,472	96,287
Consultant and outside service fees	24,315	4,506	4,394
Legal and audit fees	64,602	16,103	147,131
Investment expenses	73,195	4,061	212,454
Special Deputy Services	37,974	9,100	62,565
Hardship Grants	8,627	-	9,307
Loss & ALAE Paid (Note 1)	-	-	201
Realized capital losses on sale of fixed-income securities (Note 1)	83,311	6,631	120,149
SB170 Transfer to State Loan Repayment Program	-	-	23,805
All other	6,158	-	-
Total cash operating disbursements	\$ 362,828	\$ 54,872	\$ 676,294
(Deficiency)/Excess of receipts over operating disbursements	\$ 1,388,171	\$ 424,909	\$ 2,018,620
Cash receipts in excess of disbursements	\$ 1,388,171	\$ 424,909	\$ 2,018,620
Beginning fixed-income securities, short-term investments, and cash and cash equivalents, at cost	89,997,172	90,960,434	87,978,552
Ending fixed-income securities, short-term investments, and cash and cash equivalents, at cost	\$ 91,385,343	\$ 91,385,343	\$ 89,997,172

See accompanying notes.

New Hampshire Medical Malpractice Joint Underwriting Association In Receivership

Statement of Changes in Net Assets
(Modified Cash Basis - Note 1))
(Unaudited)

	YTD 2018	Month of July 2018	January 1, 2017 To December 31, 2017
Net assets, beginning of period	\$ 88,344,517	\$ 85,893,817	\$ 86,419,799
Cash receipts less disbursements	1,388,171	424,909	2,018,620
Other changes in net assets:			
Interest income due and accrued	(258,139)	(133,449)	(142,498)
Incurred but unpaid administrative and investment expenses (Note 3)	(101,875)	(67,401)	39,289
Stabilization Reserve Fund Trust	(3,263,712)	(287)	-
Hardship Fund	8,627	-	9,307
Other	-	-	-
Net Assets, end of period	<u>\$ 86,117,590</u>	<u>\$ 86,117,590</u>	<u>\$ 88,344,517</u>

See accompanying notes.

New Hampshire Medical Malpractice Joint Underwriting Association In Receivership
(Modified Cash Basis)
(Unaudited)

Notes to Financial Statements (continued)

1) Basis of Accounting

These financials statements are prepared using the modified cash basis of accounting which differs from accounting principles generally accepted in the United States. Only those assets that are within the possession of the Receiver and other known amounts of which ultimate realization is expected to occur, primarily investments and cash, and certain receivables, are recorded. Only incurred but unpaid administrative and investment expenses are recorded as liabilities in these financials statements.

These Financial statements do not record the amounts of certain assets such as outstanding receivables, subrogation recoveries and claims against others, and certain liabilities, including insurance claims, as such amounts have not been settled and agreed to with third parties.

The amount shown for loss & ALAE expenses paid primarily represents (1) Loss, (2) allocated loss adjustment expenses, and (3) expenses relating to obtaining subrogation claim recoveries.

Assets allocated for the Hardship Fund pursuant to RSA 404-C:16, III are included within fixed income securities. The Stabilization Reserve Fund Trust for Pre 1986 policies are separately stated in fixed income securities and cash and cash equivalents, as appropriate.

Realized capital gains and losses on sale of bonds are calculated based on original cost of the bonds. Proceeds received above or below cost on maturity of bonds are included as part of net investment income.

Citizens Bank replaced U.S. Trust as custodian bank and assets were transferred between banks during the period May 25, 2018 and ending on June 8, 2018.

New Hampshire Medical Malpractice Joint Underwriting Association In Receivership
(Modified Cash Basis)
(Unaudited)

Notes to Financial Statements (continued)

2) Investments

07/31/2018 and 12/31/2017 bonds are included at cost.

July 31, 2018				
	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Fixed-income securities:				
U.S. Treasury notes &	\$ -	\$ -	\$ -	-
Government agencies	74,539,725	45,760	243,636	74,341,849
Corporate	3,235,321	1,678	1,885	3,235,114
Mortgage-backed	1,565,897	104,892	1,501	1,669,289
Asset-backed & Other	911	-	0	910
Total	<u>\$ 79,341,854</u>	<u>\$ 152,330</u>	<u>\$ 247,022</u>	<u>79,247,162</u>

The tax cost of fixed-income securities is \$79,341,854 at July 31, 2018. Based on such tax cost, gross unrealized gains are \$152,330 and gross unrealized losses are \$247,022.

December 31, 2017				
	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Fixed-income securities:				
U.S. Treasury notes &	\$ -	\$ -	\$ -	-
Government agencies	1,711,875	-	173,409	1,538,466
Corporate	33,144,865	714,792	16,353	33,843,304
Mortgage-backed	12,110,663	384,820	76,957	12,418,526
Asset-backed & Other	1,189,652	376	2,659	1,187,369
Total	<u>\$ 48,157,054</u>	<u>\$ 1,099,988</u>	<u>\$ 269,377</u>	<u>48,987,664</u>

The tax cost of fixed-income securities is \$48,157,054 at December 31, 2017. Based on such tax cost, gross unrealized gains are \$1,099,988 and gross unrealized losses are \$269,377.

New Hampshire Medical Malpractice Joint Underwriting Association In Receivership
(Modified Cash Basis)
(Unaudited)

Notes to Financial Statements (continued)

2) Investments (continued)

The cost and fair values of fixed-income securities by contractual maturity are as follows:

	Fixed-income securities	
	Cost	Fair Value
July 31, 2018		
One year or less	\$ 76,063,171	\$ 76,108,724
Over one year through five years	1,711,875	1,468,239
Over five years through twenty years	-	-
Twenty years and over	-	-
Mortgage-backed	1,565,897	1,669,289
Asset-backed	911	910
Total	<u>\$ 79,341,854</u>	<u>\$ 79,247,162</u>

	Fixed-income securities	
	Cost	Fair Value
December 31, 2017		
One year or less	\$ 9,287,194	\$ 9,316,685
Over one year through five years	24,741,635	25,240,608
Over five years through twenty years	827,911	824,477
Twenty years and over	-	-
Mortgage-backed	12,110,663	12,418,526
Asset-backed	1,189,652	1,187,369
Total	<u>\$ 48,157,054</u>	<u>\$ 48,987,664</u>

New Hampshire Medical Malpractice Joint Underwriting Association In Receivership
(Modified Cash Basis)
(Unaudited)

Notes to Financial Statements (continued)

3) Incurred But Unpaid Administrative Expenses and Investment Expenses

Accrued administrative expenses incurred in the normal course of NHMMJUA's business and now receivership, but unpaid as of July 31, 2018, are as follows:

Hays Services	\$ 7,335
Consultant and outside service fees	-
Legal and auditing fees	8,900
Special Deputy Services	5,200
Other administration costs	<u>3,092</u>
Total accrued expenses	<u>\$ 24,527</u>
Deutsche accrued investment expenses	<u>85,640</u>
Total accrued expenses	<u><u>\$ 110,167</u></u>

The amount of accrued expenses at December 31, 2017 was \$8,292 and net assets for 2018 decreased by \$101,875 due to the increase in accruals.

4) Stabilization Reserve Fund Trust for Pre 1986 Policies

The Stabilization Reserve Fund Trust ("SRF") was funded by a surcharge on the annual gross premiums charged for primary medical malpractice liability coverage written in the State of New Hampshire for January 1, 1986 to December 31, 1993. The assessment applied to New Hampshire health care providers except those never insured by the NHMMJUA. Prior to August 31, 2016 SRF investments and cash were included within Fixed Income Securities and Cash and Cash Equivalents, as appropriate. Effective August 31, 2016 the SRF investments, cash and interest income due and accrued on investments were separately stated with the corresponding liability eliminated in light of the Assumption Agreement (see note 6). Effective with the January 31, 2018 Unaudited Financial Statement the Receiver has concluded to establish a liability for the SRF consisting of SRF securities, SRF cash on hand and SRF accrued interest income due and accrued.

5) The Hardship Fund

The Hardship Fund was established pursuant to RSA 404-C:16, III and for purposes of this presentation the remaining balances are shown as a liability. The statute provides that if funds remain in the hardship fund at the termination of the receivership the receiver shall, with court approval, and before discharge of the receiver, transfer any remaining funds to a charitable organization that promotes aid to health care providers serving medically underserved populations.

6) MedPro Assumption of Liabilities

Medical Protective Company ("MedPro") and the Receiver entered an Assumption Agreement which, as amended, was approved by the court on August 5, 2016. The transaction closed and MedPro assumed the NHMMJUA Obligations as defined on August 25, 2016. That day the Receiver paid MedPro the consideration required by the Assumption Agreement (which after adjustments, totaled \$23,156,298.22 of which \$5,000,000 came from the Stabilization Reserve Fund Trust).

As of: July 31, 2018

Exhibit B

Investments / Combined JUA & SRFT by Category & Maturity

Fed. Tax Cost (Cost)	
US Treasury Notes	-
Government agencies	74,539,724.60
Corporate	3,235,321.00
Mortgage-backed	1,565,897.23
Asset-backed	910.77
	<hr/> 79,341,853.60
Gross Unrealized Gains	
US Treasury Notes	-
Government agencies	45,760.41
Corporate	1,677.50
Mortgage-backed	104,892.39
Asset-backed	-
	<hr/> 152,330.30
Gross Unrealized Losses	
US Treasury Notes	-
Government agencies	243,636.01
Corporate	1,884.60
Mortgage-backed	1,500.65
Asset-backed	0.43
	<hr/> 247,021.69
TOTAL GAIN/LOSS	(94,691.39)
Market Value (Fair Value)	
US Treasury Notes	-
Government agencies	74,341,849.00
Corporate	3,235,113.90
Mortgage-backed	1,669,288.97
Asset-backed	910.34
	<hr/> 79,247,162.21
<hr/> By Maturity	
Fed. Tax Cost (Cost)	
One year or less	76,063,170.59
Over one year through five years	1,711,875.01
Over five years through twenty years	-
Twenty years and over	-
Mortgage-backed	1,565,897.23
Asset-backed	910.77
	<hr/> 79,341,853.60
Market Value (Fair Value)	
One year or less	76,108,723.90
Over one year through five years	1,468,239.00
Over five years through twenty years	-
Twenty years and over	-
Mortgage-backed	1,669,288.97
Asset-backed	910.34
	<hr/> 79,247,162.21
Cash & Cash Equivalents	11,902,517.28

Exhibit C

1013310 | NHMMJUA-MASTER

Exhibit C

Asset Types :Balanced Funds, Cash & Cash Equivalents, Equities, Fixed Income -Non Taxable, Fixed Income -Taxable, Other, Real Estate
Data Current as of: 31-Jul-2018

Asset Type	Market Value	Total Cost	Unrealized Gain/Loss
Cash & Cash Equivalents	11,902,517.28	11,902,517.28	-
Fixed Income -Taxable	79,247,162.21	79,341,853.60	(94,691.39)
TOTALS	91,149,679.49	91,244,370.88	(94,691.39)

Asset Type: Cash & Cash Equivalents

Asset Name	Account	Asset ID	ISIN	Quantity	Market Value	Total Cost	Unrealized Gain/Loss
CITIZENS BANK NA CASH SWEEP ACCT A	2,026,624.00	ID: 990220477		11,902,517.28	11,902,517.28	11,902,517.28	-
Subtotal					11,902,517.28	11,902,517.28	-

Asset Type: Fixed Income -Taxable

Asset Name	Account	Asset ID	ISIN	Quantity	Market Value	Total Cost	Unrealized Gain/Loss	Description	Maturity Date
AEP TX CTR FDG 1.9764% 6/01/21		1013310 ID: 00104UAB4	ID: US00104UAB44	0.24	0.24	0.29	(0.05)	Asset Backed Obligations	6/1/2021
BERKSHIRE HATHAWAY 2.000% 8/15/1E		1013310 ID: 0846648Y6	ID: US0846648Y67	330,000.00	329,973.60	329,406.00	567.60	Corporate Bonds	8/15/2018
CANADA GOVT 1.625% 2/27/19		1013310 ID: 135087C77	ID: US135087C776	470,000.00	467,762.80	469,257.40	(1,494.60)	Corporate Bonds	2/27/2019
FHLMC G00321F 9.500% 4/01/25		1013310 ID: 31283GLA3	ID: US31283GLA30	251.73	253.82	263.40	(9.58)	Mortgage-Backed	4/1/2025
FHLMC C01725 5.500% 12/01/33		1013310 ID: 31292H4J0	ID: US31292H4J07	67,078.04	72,622.71	67,780.27	4,842.44	Mortgage-Backed	12/1/2033
FHLMC C01023 7.000% 7/01/30		1013310 ID: 31292HD43	ID: US31292HD435	1,362.68	1,412.40	1,401.86	10.54	Mortgage-Backed	7/1/2030
FHLMC C01160 6.500% 4/01/31		1013314 ID: 31292HJ07	ID: US31292HJ070	580.68	643.14	580.19	62.95	Mortgage-Backed	4/1/2031
FHLMC C01220 6.500% 9/01/31		1013310 ID: 31292HK94	ID: US31292HK943	3,212.57	3,618.64	3,212.57	406.07	Mortgage-Backed	9/1/2031
FHLMC C01197 6.500% 7/01/31		1013310 ID: 31292HKJ2	ID: US31292HKJ22	2,811.99	3,131.85	2,790.00	341.85	Mortgage-Backed	7/1/2031
FHLMC C01272 6.000% 12/01/31		1013310 ID: 31292HNV3	ID: US31292HNV32	6,176.05	6,758.45	6,176.05	582.40	Mortgage-Backed	12/1/2031
FHLMC C01490 5.500% 2/01/33		1013310 ID: 31292HUP7	ID: US31292HUP71	17,249.04	18,667.95	17,507.78	1,160.17	Mortgage-Backed	2/1/2033
FHLMC C01490 5.500% 2/01/33		1013314 ID: 31292HUP7	ID: US31292HUP71	1,014.65	1,098.12	1,029.88	68.24	Mortgage-Backed	2/1/2033
FHLMC C01491 6.000% 2/01/33		1013310 ID: 31292HUQ5	ID: US31292HUQ54	17,434.18	19,075.43	17,838.68	1,236.75	Mortgage-Backed	2/1/2033
FHLMC C01491 6.000% 2/01/33		1013314 ID: 31292HUQ5	ID: US31292HUQ54	2,097.22	2,294.65	2,145.89	148.76	Mortgage-Backed	2/1/2033
FHLMC #C01623 POOL 5.500% 9/01/33		1013310 ID: 31292HYU2	ID: US31292HYU21	27,120.91	29,364.89	26,904.77	2,460.12	Mortgage-Backed	9/1/2033
FHLMC #C01623 POOL 5.500% 9/01/33		1013314 ID: 31292HYU2	ID: US31292HYU21	797.70	863.70	791.32	72.38	Mortgage-Backed	9/1/2033
FHLMC B10597 5.500% 11/01/18		1013310 ID: 312962UW1	ID: US312962UW11	913.61	913.85	948.30	(34.45)	Mortgage-Backed	11/1/2018
FHLMC B11695F 4.500% 1/01/19		1013310 ID: 3129633C3	ID: US3129633C37	16,509.50	16,662.21	16,666.86	(4.65)	Mortgage-Backed	1/1/2019
FHLMC B115321 5.000% 12/01/18		1013310 ID: 312963V21	ID: US312963V216	5,078.82	5,104.47	5,216.50	(112.03)	Mortgage-Backed	12/1/2018
FHLMC B14789 5.000% 5/01/19		1013310 ID: 312967KA9	ID: US312967KA97	8,421.68	8,464.21	8,396.69	67.52	Mortgage-Backed	5/1/2019
FHLMC A12381 5.000% 8/01/33		1013310 ID: 31296LUE9	ID: US31296LUE90	12,636.13	13,393.92	12,367.60	1,026.32	Mortgage-Backed	8/1/2033
FHLMC A12381 5.000% 8/01/33		1013314 ID: 31296LUE9	ID: US31296LUE90	701.98	744.08	687.07	57.01	Mortgage-Backed	8/1/2033
FHLMC A15796 6.000% 11/01/33		1013310 ID: 31296QNM8	ID: US31296QNM86	26,323.40	28,580.63	27,195.38	1,385.25	Mortgage-Backed	11/1/2033
FHLMC #A21209 POOL 5.000% 5/01/34		1013310 ID: 31296KKW4	ID: US31296KKW47	54,753.42	58,545.09	52,948.26	5,596.83	Mortgage-Backed	5/1/2034
FHLMC #A21978 5.000% 5/01/34		1013310 ID: 31296YF75	ID: US31296YF755	35,212.15	37,519.95	34,893.02	2,626.93	Mortgage-Backed	5/1/2034
FHLMC C49951 6.500% 4/01/31		1013314 ID: 31298KB04	ID: US31298KB043	910.42	1,008.34	909.69	98.65	Mortgage-Backed	4/1/2031
FHLMC POOL #C54388F 7.000% 7/01/31		1013310 ID: 31298QZV9	ID: US31298QZV92	11,037.78	11,933.16	11,163.66	769.50	Mortgage-Backed	7/1/2031
FNMA 254346 6.500% 6/01/32		1013310 ID: 31371KP70	ID: US31371KP708	7,326.85	8,047.45	7,676.00	371.45	Mortgage-Backed	6/1/2032
FNMA #254405 POOL 6.000% 8/01/32		1013310 ID: 31371KR29	ID: US31371KR290	3,794.46	4,150.49	3,808.09	342.40	Mortgage-Backed	8/1/2032
FNMA 255033 6.500% 12/01/33		1013310 ID: 31371LHJ1	ID: US31371LHJ17	82,708.21	93,104.63	87,089.16	6,015.47	Mortgage-Backed	12/1/2033
FNMA 255066 5.500% 1/01/19		1013310 ID: 31371LJK6	ID: US31371LJK61	1,800.94	1,801.59	1,876.64	(75.05)	Mortgage-Backed	1/1/2019
FNMA #255885 POOL 3.500% 8/01/35		1013310 ID: 31371MF28	ID: US31371MF283	77,742.26	81,729.66	77,159.16	4,570.50	Mortgage-Backed	8/1/2035
FNMA 426840 9.500% 1/01/25		1013314 ID: 31379REM6	ID: US31379REM60	626.89	630.81	685.58	(54.77)	Mortgage-Backed	1/1/2025
FNMA #545762 POOL 6.500% 7/01/32		1013310 ID: 31385JIF6	ID: US31385JIF66	24,012.59	26,677.51	25,179.46	1,498.05	Mortgage-Backed	7/1/2032
FNMA #559567 5.500% 11/01/33		1013310 ID: 31385YTY3	ID: US31385YTY30	22,686.79	24,558.68	22,892.41	1,666.27	Mortgage-Backed	11/1/2033
FHLMC 6.500% 5/01/31		1013310 ID: 31387FET7	ID: US31387FET75	3,720.46	4,075.95	3,758.27	317.68	Mortgage-Backed	5/1/2031
FNMA #627262 6.500% 3/01/32		1013310 ID: 31389JZ31	ID: US31389JZ313	5,764.22	6,314.99	5,837.16	477.83	Mortgage-Backed	3/1/2032
FNMA #745336 POOL 5.000% 3/01/36		1013310 ID: 31403D8D0	ID: US31403D8D03	83,533.12	89,194.99	81,102.59	8,092.40	Mortgage-Backed	3/1/2036
FNMA 753863 6.000% 12/01/33		1013310 ID: 31403NQQ3	ID: US31403NQQ33	19,473.52	21,117.86	19,789.97	1,327.89	Mortgage-Backed	12/1/2033
FNMA #755600 POOL 5.000% 4/01/34		1013310 ID: 31403RNR5	ID: US31403RNR56	45,239.18	48,085.18	44,595.94	3,489.24	Mortgage-Backed	4/1/2034
FNMA #763768 POOL 5.000% 1/01/34		1013310 ID: 31404BQV7	ID: US31404BQV70	27,121.15	29,286.50	27,680.48	1,606.02	Mortgage-Backed	1/1/2034
FNMA 785674 5.000% 7/01/19		1013310 ID: 31405CF25	ID: US31405CF251	5,231.34	5,321.42	5,246.46	74.96	Mortgage-Backed	7/1/2019
FNMA 785674 5.000% 7/01/19		1013310 ID: 31405FJ78	ID: US31405FJ780	7,248.49	7,276.32	7,423.46	(147.14)	Mortgage-Backed	7/1/2019
FNMA #802726 POOL 6.000% 10/01/34		1013310 ID: 31406DZ8H	ID: US31406DZ8H9	30,815.70	33,417.78	31,836.46	1,581.32	Mortgage-Backed	10/1/2034
FNMA #810053 POOL 5.000% 3/01/35		1013310 ID: 31406GSN5	ID: US31406GSN57	38,129.20	40,699.11	37,619.82	3,079.29	Mortgage-Backed	3/1/2035
FNMA #810070 POOL 5.000% 3/01/35		1013310 ID: 31406G6F1	ID: US31406G6F15	10,110.49	10,793.76	10,208.41	585.35	Mortgage-Backed	3/1/2035
FNMA #823794 POOL 6.000% 5/01/35		1013310 ID: 31406YG80	ID: US31406YG802	18,388.90	20,071.30	18,888.84	1,182.46	Mortgage-Backed	5/1/2035
FNMA #845354 POOL 5.000% 1/01/36		1013310 ID: 31408AE30	ID: US31408AE307	29,407.41	31,490.34	31,704.86	(214.52)	Mortgage-Backed	1/1/2036
FNMA #888029 POOL 6.000% 12/01/36		1013310 ID: 31410F555	ID: US31410F5555	65,317.86	71,425.73	65,163.10	6,262.63	Mortgage-Backed	12/1/2036
FNMA #894782 POOL 6.000% 12/01/36		1013310 ID: 31410RCT4	ID: US31410RCT41	30,711.88	33,590.50	31,016.60	2,573.90	Mortgage-Backed	12/1/2036
FNMA #905058 POOL 6.000% 11/01/36		1013310 ID: 31411DQK8	ID: US31411DQK80	60,473.95	66,050.25	59,755.85	6,294.40	Mortgage-Backed	11/1/2036
FNMA #917116 POOL 5.000% 5/01/38		1013310 ID: 314145YV9	ID: US314145YV96	94,542.80	100,276.82	93,312.99	6,963.83	Mortgage-Backed	5/1/2038
GNMA 603681 5.500% 5/15/33		1013310 ID: 36200KUE5	ID: US36200KUE53	3,851.23	4,179.78	3,995.94	183.84	Mortgage-Backed	5/15/2033
GNMA 603681 5.500% 5/15/33		1013314 ID: 36200KUE5	ID: US36200KUE53	550.16	597.09	570.85	26.24	Mortgage-Backed	5/15/2033
GNMA 577947 6.500% 2/15/32		1013310 ID: 36201BBQ8	ID: US36201BBQ86	2,036.91	2,235.88	2,055.16	180.72	Mortgage-Backed	2/15/2032
GNMA #579287 6.000% 2/15/32		1013310 ID: 36201CRG1	ID: US36201CRG14	6,560.96	7,116.41	6,500.50	615.91	Mortgage-Backed	2/15/2032
GNMA #587025 POOL 6.500% 4/15/32		1013310 ID: 36201MD66	ID: US36201MD662	4,265.88	4,731.80	4,332.89	398.91	Mortgage-Backed	4/15/2032
GNMA #591919 POOL 5.500% 3/15/33		1013310 ID: 36201SSG5	ID: US36201SSG56	589.57	631.92	584.78	47.14	Mortgage-Backed	3/15/2033
GNMA 592593 6.000% 2/15/33		1013310 ID: 36201TKE6	ID: US36201TKE63	7,607.84	8,251.92	7,951.98	299.94	Mortgage-Backed	2/15/2033
GNMA 592593 6.000% 2/15/33		1013314 ID: 36201TKE6	ID: US36201TKE63	543.49	589.50	568.05	21.45	Mortgage-Backed	2/15/2033
GNMA 003488 5.500% 12/20/33		1013310 ID: 36202DZV2	ID: US36202DZV22	75,406.29	82,170.23	77,326.81	4,843.42	Mortgage-Backed	12/20/2033
GNMA POOL #003489 6.000% 12/20/33		1013310 ID: 36202DZV0	ID: US36202DZV05	49,435.18	54,659.00	51,690.69	2,968.31	Mortgage-Backed	12/20/2033
GNMA 354827 7.000% 5/15/24		1013314 ID: 36203PD83	ID: US36203PD836	863.45	901.97	870.09	31.88	Mortgage-Backed	5/15/2024
GNMA 425910 7.500% 2/15/26		1013310 ID: 36207ADP4	ID: US36207ADP49	5,836.08	5,886.80	6,033.96	(147.16)	Mortgage-Backed	2/15/2026
GNMA 563321 7.000% 8/15/31		1013310 ID: 36213SY58	ID: US36213SY584	3,114.14	3,378.22	3,198.79	179.43	Mortgage-Backed	8/15/2031
GNMA #564859 7.000% 9/15/31		1013310 ID: 36213UQL7	ID: US36213UQL79	3,426.19	3,690.59	3,534.31	156.28	Mortgage-Backed	9/15/2031
GNMA 299189 9.000% 2/15/21		1013310 ID: 362207KA9	ID: US362207KA92	779.58	781.65	806.72	(25.07)	Mortgage-Backed	2/15/2021
GNMA 275628X 9.000% 8/15/19		1013310 ID: 36220ED95	ID: US36220ED958	576.34	577.58	596.41	(18.83)	Mortgage-Backed	8/15/2019
GNMA 9.000% 4/15/20		1013310 ID: 36220QF09	ID: US36220QF094	3,080.90	3,088.82	3,188.24	(99.42)	Mortgage-Backed	4/15/2020
GNMA 780569 9.000% 12/15/22		1013310 ID: 36225AT26	ID: US36225AT266	10,534.08	11,103.03	11,291.21	(188.18)	Mortgage-Backed	12/15/2022
GNMA 780569 9.000% 12/15/22		1013314 ID: 36225AT26	ID: US36225AT266	1,599.56	1,685.95	1,714.52	(28.57)	Mortgage-Backed	12/15/2022
GNMA #622377 6.500% 11/15/33		1013310 ID: 36291AM22	ID: US36291AM222	30,768.52	33,773.99	32,580.98	1,193.01	Mortgage-Backed	11/15/2033
HALLIBURTON 2.000% 8/01/18		1013310 ID: 406216BC4	ID: US406216BC46	1,000,000.00	1,000,000.00	999,290.00	710.00		

US TREAS BOND	8.000%	11/15/21	1013310 ID: 912810EL8	ID: US912810EL80	300,000.00	348,939.00	388,359.38	(39,420.38) Government Agency	11/15/2021
WELS FRGO MBS	3.72267%	10/25/36	1013310 ID: 94984NAA0	ID: US94984NAA00	36,644.82	36,000.60	36,341.83	(341.23) Mortgage-Backed	10/25/2036
WORLD OMNI AUTO TR	1.140%	1/15/20	1013314 ID: 98160QAD4	ID: US98160QAD43	910.60	910.10	910.48	(0.38) Asset Backed Obligations	1/15/2020
Total Investments						79,247,162.21	79,341,853.60	(94,691.39)	

Asset Type: Cash & Cash Equivalents

Asset Name	Account	Asset ID	ISIN	Quantity	Market Value	Total Cost	Unrealized Gain/Loss
Master - CITIZENS BANK NA CASH SWEEP ACCT A	1013310	ID: 990220477		11,639,778.67	11,639,778.67	11,639,778.67	-
SRFT - CITIZENS BANK NA CASH SWEEP ACCT A	1013314	ID: 990220477		262,738.61	262,738.61	262,738.61	-
Total Cash/Cash Equivalents					11,902,517.28	11,902,517.28	
Total Investments & Cash/Cash Equivalents					91,149,679.49	91,244,370.88	(94,691.39)